

## Message Text

LIMITED OFFICIAL USE

PAGE 01 CAIRO 05974 161630Z

44

ACTION TRSE-00

INFO OCT-01 NEA-10 ISO-00 EB-07 L-03 H-02 CIAE-00 INR-07

NSAE-00 OMB-01 /031 W

----- 057508

R 161445Z JUN 75

FM AMEMBASSY CAIRO

TO SECSTATE WASHDC 4608

LIMITED OFFICIAL USE CAIRO 5974

E.O. 11652: NA

TAGS: USEGJC EFIN

SUBJECT: INCOME TAX TREATY

REF: STATE 133937

1. COMPULSORY LOANS OF TYPE MENTIONED REFTEL EXIST IN EGYPT, AND ARE APPLIED IN BOTH PUBLIC SECTOR AND EXISTING PRIVATE SECTOR, ALTHOUGH LATTER IS EXEMPT FROM ALL BUT ONE: 5 PERCENT OF NET PROFIT IS TO BE USED TO PURCHASE GOVERNMENT BONDS DEPOSITED WITH CENTRAL BANK. (BONDS EARN INTEREST AT 4 1/2 PERCENT, OF WHICH SLIGHTLY OVER 40 PERCENT IS DEDUCTED AS TAXES, MAKING EFFECTIVE INTEREST RATE 2.68 PERCENT. AS FAR AS EMBASSY IS AWARE, THESE BONDS HAVE NEVER BEEN REDEEMED, AND INTEREST IS NOT WITHDRAWABLE.)

2. AS PRESENTLY WRITTEN, NEW INVESTMENT LAW AND IMPLEMENTING REGULATIONS APPEAR TO EXEMPT COMPANIES FORMED UNDER THEIR PROVISIONS FROM COMPULSORY LOANS OF ANY KIND. SINCE NO INVESTMENTS MADE UNDER NEW ARRANGEMENTS HAVE YET PROCEEDED TO POINT WHERE THIS HYPOTHESIS HAS BEEN TESTED, THERE IS STILL SMALL QUESTION MARK AS TO WHAT GOE INTENDS. MAESTRONE

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** AGREEMENTS, INCOME TAXES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 16 JUN 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** ShawDG  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975CAIRO05974  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D750209-0438  
**From:** CAIRO  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19750644/aaaabnta.tel  
**Line Count:** 50  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION TRSE  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 1  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 STATE 133937  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** ShawDG  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 30 JUL 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <30 JUL 2003 by CunninFX>; APPROVED <22 DEC 2003 by ShawDG>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
06 JUL 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** INCOME TAX TREATY  
**TAGS:** EFIN, EG, USEGJC  
**To:** STATE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006